TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1951 - SB 2322

February 7, 2020

SUMMARY OF BILL: Requires state agencies to precede non-emergency rulemaking with notice and a public hearing unless the proposed rule is promulgated as a direct informal rule. Defines "direct informal rule" as an administrative rule that makes minor, nonsubstantive changes that do not affect a person's rights or impose fees, penalties, or fines.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 4-5-202(a), an agency is exempt from preceding nonemergency rulemaking with a public hearing unless a petition is filed by 10 people affected by the rule, an association of 10 people, a municipality, or by majority vote of any committee of the General Assembly.
- The proposed legislation establishes that only direct informal rules may be exempt from public hearings if a petition for such hearing is not received.
- Any non-emergency rule promulgated by a state agency that affects the rights of a person, imposes fees, penalties or fines, or is otherwise deemed significant in any way will be not be authorized without a public hearing.
- Several state agencies currently hold a public hearing for substantial rulemaking. Any state agency that does not currently hold a public hearing for substantial rulemaking can conduct any additional required hearings within existing resources.
- No significant fiscal impact to state or local government.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

Kista Lee Caroner

/agr